

DP (DAR)

June 11, 1998

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DFARS  
245.7301

In reply refer to  
DFARS Case: 98-D004  
D. L. 98-014

MEMORANDUM FOR DIRECTORS OF DEFENSE AGENCIES  
DEPUTY FOR ACQUISITION AND BUSINESS MANAGEMENT,  
ASN(RD&A)/ABM  
DEPUTY ASSISTANT SECRETARY OF THE AIR FORCE  
(CONTRACTING), SAF/AQC  
DEPUTY ASSISTANT SECRETARY OF THE ARMY (PROCUREMENT)  
DEPUTY DIRECTOR (ACQUISITION), DEFENSE LOGISTICS AGENCY

SUBJECT: Use of Auctions, Spot Bids, or Retail Sales of Surplus  
Contractor Inventory by the Contractor

We have amended the Defense Federal Acquisition Regulation Supplement (DFARS) to lower the level of approval required for the use of auctions, spot bids, or retail sales of surplus contractor inventory, from the headquarters of the contract administration activity, to the commander of the contract administration office.

The attached final DFARS rule is effective immediately and will be published in a future Defense Acquisition Circular.

*Eleanor R. Spector*

Eleanor R. Spector  
Director, Defense Procurement

Attachment

cc: DSMC, Ft. Belvoir

Atch 98-5K (FAR 45) Post to DFARS 245.7301 by circling the reference and noting in the 64-10, Atch 98-5K filed at FAR 45." Then file the Atch behind the sups to FAR 45.



245.7301 Policy.

- (a) Screening must be completed before any surplus contractor inventory sale.
- (b) Except as provided in 245.7307, sales of surplus contractor inventory shall be competitive.
- (c) The ~~headquarters~~ [commander] of the contract administration ~~activity~~ [office] must approve the use of auctions, spot bids, or retail sales.

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